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- (5) Any milk diverted in excess of the limits set forth in paragraph (d)(3) of this section shall not be producer milk. The diverting handler shall designate the dairy farmer deliveries that shall not be producer milk. If the handler fails to designate the dairy farmer deliveries which are ineligible, producer milk status shall be forfeited with respect to all milk diverted to nonpool plants by such handler; and
- (6) The delivery day requirements and the diversion percentages in paragraphs (d)(2) and (d)(3) of this section may be increased or decreased by the market administrator if the market administrator finds that such revision is necessary to assure orderly marketing and efficient handling of milk in the marketing area. Before making such a finding, the market administrator shall investigate the need for the revision either on the market administrator's own initiative or at the request of interested persons if the request is made in writing at least 15 days prior to the month for which the requested revision is desired effective. If the investigation shows that a revision might be appropriate, the market administrator shall issue a notice stating that the revision is being considered and inviting written data, views, and arguments. Any decision to revise applicable percentage must be issued in writing at least one day before the effective date.

§ 1033.14 Other source milk.

See §1000.14.

§ 1033.15 Fluid milk products.

See §1000.15.

§ 1033.16 Fluid cream product.

See §1000.16.

§1033.17 [Reserved]

 $\S 1033.18$ Cooperative association.

See §1000.18.

§ 1033.19 Commercial food processing establishment.

See §1000.19.

HANDLER REPORTS

§ 1033.30 Reports of receipts and utilization.

Each handler shall report monthly so that the market administrator's office receives the report on or before the 7th day after the end of the month, in the detail and on the prescribed forms, as follows:

- (a) Each handler that operates a pool plant pursuant to §1033.7 shall report for each of its operations the following information:
- (1) Product pounds, pounds of butterfat, pounds of protein, pounds of solids-not-fat other than protein (other solids), and the value of the somatic cell adjustment pursuant to §1000.50(p), contained in or represented by:
- (i) Receipts of producer milk, including producer milk diverted by the reporting handler, from sources other than handlers described in \$1000.9(c);
- (ii) Receipts of milk from handlers described in § 1000.9(c);
- (2) Product pounds and pounds of butterfat contained in:
- (i) Receipts of fluid milk products and bulk fluid cream products from other pool plants;
- (ii) Receipts of other source milk; and
- (iii) Inventories at the beginning and end of the month of fluid milk products and bulk fluid cream products:
- (3) The utilization or disposition of all milk and milk products required to be reported pursuant to this paragraph;
- (4) Such other information with respect to the receipts and utilization of skim milk, butterfat, milk protein, other nonfat solids, and somatic cell information as the market administrator may prescribe.
- (b) Each handler operating a partially regulated distributing plant shall report with respect to such plant in the same manner as prescribed for reports required by paragraph (a) of this section. Receipts of milk that would have been producer milk if the plant had been fully regulated shall be reported in lieu of producer milk. The report shall show also the quantity of any reconstituted skim milk in route disposition in the marketing area.

§ 1033.31

- (c) Each handler described i §1000.9(c) shall report:
- (1) The product pounds, pounds of butterfat, pounds of protein, pounds of solids-not-fat other than protein (other solids), and the value of the somatic cell adjustment pursuant to §1000.50(p), contained in receipts of milk from producers; and
- (2) The utilization or disposition of such receipts.
- (d) Each handler not specified in paragraphs (a) through (c) of this section shall report with respect to its receipts and utilization of milk and milk products in such manner as the market administrator may prescribe.

§1033.31 Payroll reports.

- (a) On or before the 22nd day after the end of each month, each handler that operates a pool plant pursuant to \$1033.7 and each handler described in \$1000.9(c) shall report to the market administrator its producer payroll for the month, in the detail prescribed by the market administrator, showing for each producer the information described in \$1033.73(e).
- (b) Each handler operating a partially regulated distributing plant who elects to make payment pursuant to §1000.76(b) shall report for each dairy farmer who would have been a producer if the plant had been fully regulated in the same manner as prescribed for reports required by paragraph (a) of this section.

$\S 1033.32$ Other reports.

In addition to the reports required pursuant to §§1033.30 and 1033.31, each handler shall report any information the market administrator deems necessary to verify or establish each handler's obligation under the order.

CLASSIFICATION OF MILK

§ 1033.40 Classes of utilization.

See § 1000.40.

§1033.41 [Reserved]

§ 1033.42 Classification of transfers and diversions.

See §1000.42.

 $\S 1033.43$ General classification rules.

See §1000.43.

§ 1033.44 Classification of producer milk.

See § 1000.44.

§ 1033.45 Market administrator's reports and announcements concerning classification.

See §1000.45.

CLASS PRICES

§ 1033.50 Class prices, component prices, and advanced pricing factors.

See § 1000.50.

§ 1033.51 Class I differential and price.

The Class I differential shall be the differential established for Cuyahoga County, Ohio which is reported in §1000.52. The Class I price shall be the price computed pursuant to §1000.50(a) for Cuyahoga County, Ohio.

§ 1033.52 Adjusted Class I differentials.

See § 1000.52.

§ 1033.53 Announcement of class prices, component prices, and advanced pricing factors.

See § 1000.53.

 $\S 1033.54$ Equivalent price.

See § 1000.54.

PRODUCER PRICE DIFFERENTIAL

§ 1033.60 Handler's value of milk.

For the purpose of computing a handler's obligation for producer milk, the market administrator shall determine for each month the value of milk of each handler with respect to each of the handler's pool plants and of each handler described in §1000.9(c) with respect to milk that was not received at a pool plant by adding the amounts computed in paragraphs (a) through (i) of this section and subtracting from that total amount the value computed in paragraph (j) of this section. Unless otherwise specified, the skim milk, butterfat, and the combined pounds of skim milk and butterfat referred to in this section shall result from the steps

set forth in §1000.44(a), (b), and (c), respectively, and the nonfat components of producer milk in each class shall be based upon the proportion of such components in producer skim milk. Receipts of nonfluid milk products that are distributed as labeled reconstituted milk for which payments are made to the producer-settlement fund of another Federal order under §1000.76(a)(4) or (d) shall be excluded from pricing under this section.

- (a) Class I value.
- (1) Multiply the pounds of skim milk in Class I by the Class I skim milk price; and
- (2) Add an amount obtained by multiplying the pounds of butterfat in Class I by the Class I butterfat price.
 - (b) Class II value.
- (1) Multiply the pounds of nonfat solids in Class II skim milk by the Class II nonfat solids price; and
- (2) Add an amount obtained by multiplying the pounds of butterfat in Class II times the Class II butterfat price.
 - (c) Class III value.
- (1) Multiply the pounds of protein in Class III skim milk by the protein price;
- (2) Add an amount obtained by multiplying the pounds of other solids in Class III skim milk by the other solids price; and
- (3) Add an amount obtained by multiplying the pounds of butterfat in Class III by the Class III butterfat price.
 - (d) Class IV value.
- (1) Multiply the pounds of nonfat solids in Class IV skim milk by the nonfat solids price; and
- (2) Add an amount obtained by multiplying the pounds of butterfat in Class IV by the Class IV butterfat price.
- (e) Compute an adjustment for the somatic cell content of producer milk by multiplying the values reported pursuant to \$033.30(a)(1) and (c)(1) by the percentage of total producer milk allocated to Class II, Class III, and Class IV pursuant to \$1000.44(c):
- (f) Multiply the pounds of skim milk and butterfat overage assigned to each class pursuant to §1000.44(a)(11) and the corresponding step of §1000.44(b) by the skim milk prices and butterfat prices applicable to each class.
- (g) Multiply the difference between the current month's Class I, II, or III

price, as the case may be, and the Class IV price for the preceding month by the hundredweight of skim milk and butterfat subtracted from Class I, II, or III, respectively, pursuant to §1000.44(a)(7) and the corresponding step of §1000.44(b);

- (h) Multiply the difference between the Class I price applicable at the location of the pool plant and the Class IV price by the hundredweight of skim milk and butterfat assigned to Class I pursuant to §1000.43(d) and the hundredweight of skim milk and butterfat subtracted from Class I pursuant to $\S1000.44(a)(3)(i)$ through (vi) and the corresponding step of §1000.44(b), excluding receipts of bulk fluid cream products from a plant regulated under other Federal orders and bulk concentrated fluid milk products from pool plants, plants regulated under other Federal orders, and unregulated supply plants.
- (j) For reconstituted milk made from receipts of nonfluid milk products, multiply \$1.00 (but not more than the difference between the Class I price applicable at the location of the pool plant and the Class IV price) by the hundredweight of skim milk and butterfat contained in receipts of nonfluid milk products that are allocated to Class I use pursuant to §1000.43(d).
- (i) Multiply the Class I skim milk and Class I butterfat prices applicable at the location of the nearest unregulated supply plants from which an equivalent volume was received by the pounds of skim milk and butterfat in receipts of concentrated fluid milk products assigned to Class I pursuant to §1000.43(d) and §1000.44(a)(3)(i) and the corresponding step of §1000.44(b) and the pounds of skim milk and butterfat subtracted from Class I pursuant to §1000.44(a)(8) and the corresponding step of §1000.44(b), excluding such skim milk and butterfat in receipts of fluid milk products from an unregulated supply plant to the extent that an equivalent amount of skim milk or butterfat disposed of to such plant by handlers fully regulated under any Federal milk order is classified and priced as Class I milk and is not used